

STATE INVESTMENT BOARD
A Division of ND Retirement and Investment Office
Balance Sheet
As of 12/31/2005

| | As of <u>12-31-05</u> | As of <u>6-30-05</u> |
|--|-----------------------------|-----------------------------|
| ASSETS: | | |
| INVESTMENTS (AT MARKET) | | |
| DOMESTIC EQUITIES | \$ 1,506,661,068 | \$ 1,458,148,767 |
| INTERNATIONAL EQUITIES | 769,348,562 | 751,581,435 |
| DOMESTIC FIXED INCOME | 1,781,920,397 | 1,627,107,621 |
| INTERNATIONAL FIXED INCOME | 154,386,556 | 144,258,400 |
| REAL ESTATE | 267,570,061 | 216,275,745 |
| VENTURE CAPITAL | 129,059,979 | 123,797,307 |
| INVESTED CASH (NOTE 1) | <u>118,626,638</u> | <u>68,245,056</u> |
| TOTAL INVESTMENTS | 4,727,573,261 | 4,389,414,331 |
| RECEIVABLES | | |
| DIVIDEND/INTEREST RECEIVABLE | 20,743,675 | 21,609,527 |
| OTHER ASSETS | | |
| DUE FROM OTHER AGENCIES (NOTE 2) | <u>7,647</u> | <u>53,576</u> |
| TOTAL ASSETS | <u>\$ 4,748,324,583</u> | <u>\$ 4,411,077,434</u> |
| LIABILITIES: | | |
| ACCOUNTS PAYABLE | 3,337,495 | 3,337,225 |
| DUE TO OTHER AGENCIES (NOTE 3) | <u>9,271</u> | <u>3,342</u> |
| TOTAL LIABILITIES | 3,346,766 | 3,340,567 |
| NET ASSETS AVAILABLE: | | |
| NET ASSETS AVAILABLE BEGIN OF YEAR | 4,407,736,867 | 3,960,715,498 |
| CASH IN DURING YEAR (NOTE 4) | 189,215,131 | 222,532,897 |
| CASH OUT DURING YEAR (NOTE 5) | 123,106,170 | 244,278,573 |
| NET INCREASE (DECREASE) | <u>271,131,989</u> | <u>468,767,045</u> |
| NET ASSETS AVAILABLE END OF PERIOD | <u>4,744,977,817</u> | <u>4,407,736,867</u> |
| TOTAL LIABILITIES & NET ASSETS AVAILABLE | <u>\$ 4,748,324,583</u> | <u>\$ 4,411,077,434</u> |

STATE INVESTMENT BOARD
A Division of ND Retirement and Investment Office
Profit and Loss Statement
For the Month Ended 12/31/2005

| | Month Ended <u>12-31-05</u> | <u>Year-to-Date</u> |
|--------------------------------------|---------------------------------|----------------------------------|
| INVESTMENT INCOME | | |
| INTEREST/DIVIDEND INCOME | \$ 12,263,477 | \$ 59,202,982 |
| SECURITIES LENDING INCOME | 1,803,850 | 9,786,681 |
| | <u>14,067,327</u> | <u>68,989,663</u> |
| GAIN ON SALE OF INVESTMENTS | 75,025,219 | 320,258,247 |
| LOSS ON SALE OF INVESTMENTS | <u>14,002,625</u> | <u>110,503,971</u> |
| NET GAINS (LOSSES) INVESTMENTS | 61,022,594 | 209,754,276 |
| INVESTMENT EXPENSES | 531,623 | 6,963,760 |
| SECURITIES LENDING EXPENSES | 1,733,162 | 9,271,559 |
| SIB ADMINISTRATIVE EXPENSES | <u>27,431</u> | <u>181,315</u> |
| NET INVESTMENT INCOME | 72,797,705 | 262,327,305 |
| NET APPREC (DEPREC) MARKET VALUE | 1,089,289 | 9,553,092 |
| MISCELLANEOUS INCOME/(EXPENSE) | <u>(2,635)</u> | <u>(748,408)</u> |
| TOTAL INVESTMENT INCOME | <u>73,884,359</u> | <u>271,131,989</u> |
| NET INCREASE (DECREASE) | <u><u>\$ 73,884,359</u></u> | <u><u>\$ 271,131,989</u></u> |

STATE INVESTMENT BOARD
Notes to Financial Statements
December 31, 2005

The following notes to financial statements are intended to provide general descriptions of line items in the financial statements.

NOTE 1 **INVESTED CASH**

Cash invested in the short-term investment fund (STIF/STEP) at The Northern Trust Company or a money market demand account at the Bank of North Dakota.

NOTE 2 **DUE FROM OTHER AGENCIES**

Amounts paid in anticipation of the allocation of administrative expenses of the RIO.

NOTE 3 **DUE TO OTHER AGENCIES**

Amounts owed to RIO for administrative or contract fees and direct costs charged.

NOTE 4 **CASH IN DURING YEAR**

Cash transferred into investment accounts at either The Northern Trust Company or the Bank of North Dakota during the current fiscal year.

NOTE 5 **CASH OUT DURING YEAR**

Cash transferred out of investment accounts at either The Northern Trust Company or the Bank of North Dakota during the current fiscal year.